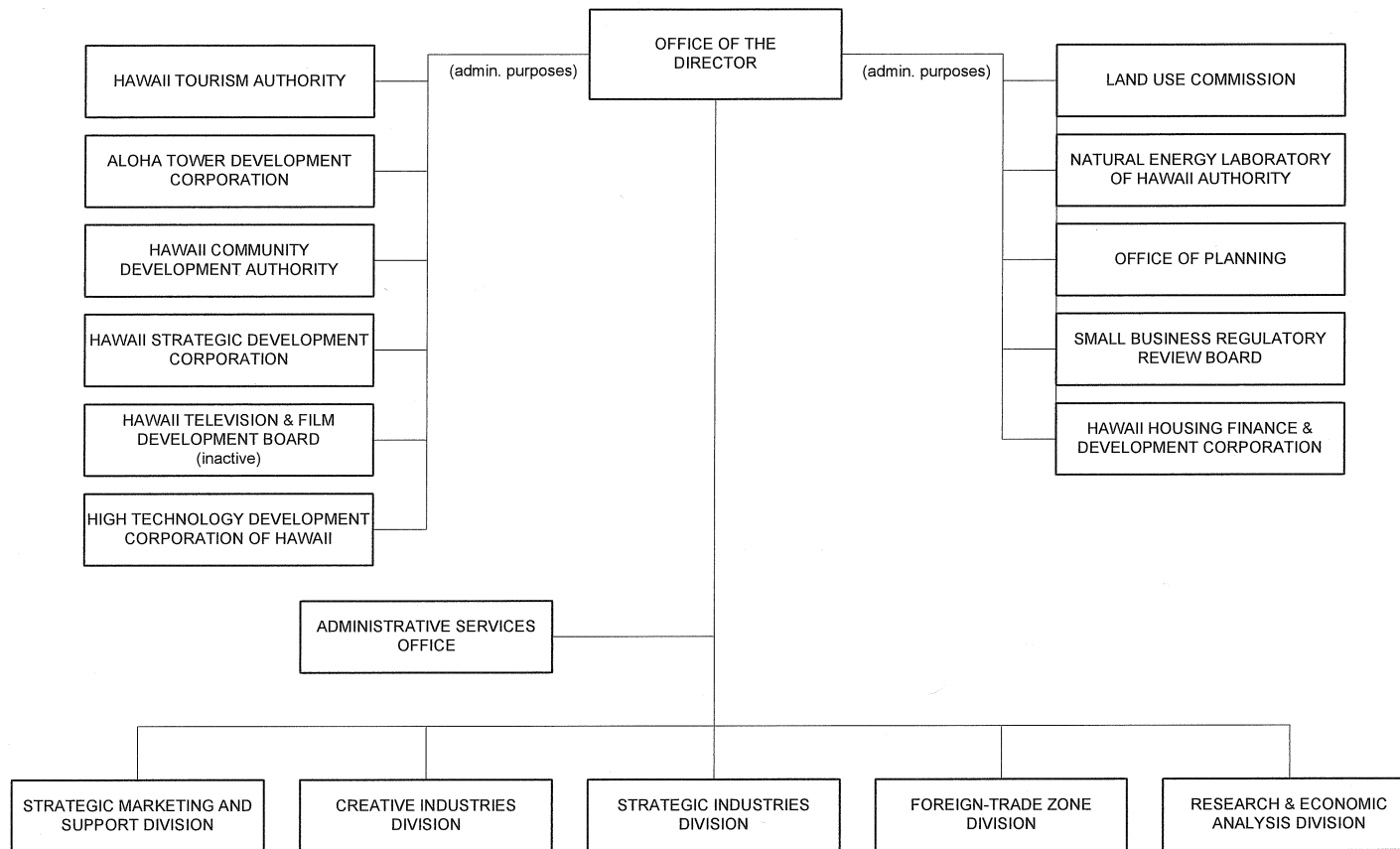


Department of Business, Economic Development and Tourism

STATE OF HAWAII
DEPARTMENT OF BUSINESS, ECONOMIC DEVELOPMENT & TOURISM
ORGANIZATION CHART



DEPARTMENT OF BUSINESS, ECONOMIC DEVELOPMENT & TOURISM

MAJOR FUNCTIONS

- **Workforce Housing** – Create workforce housing units in high-quality living environments to support a skilled labor force in Hawaii.
- **Human Capital Development** – Educate, develop, retain and attract a workforce with the skills required for an innovation-driven and globally-competitive economy.
- **“Hawaii Clean Energy Initiative”** – Fundamentally transform how Hawaii uses energy by accelerating the production of renewable and alternative energy, increasing energy efficiency and developing and adopting new technologies thereby ensuring energy security and long-term environmental quality, and benefits to residents.
- **Global Links** – Increase the flow of people, products, services and ideas between Hawaii and its export markets.
- **Creation of an Innovation Infrastructure** – Create the infrastructure that enables Hawaii’s creative and entrepreneurial talent to turn ideas into products and services.
- **Improving Hawaii’s Business Environment** – Lead public sector efforts to bring about a business environment that is market-driven, and rewards productivity and entrepreneurship.

MAJOR PROGRAM AREAS

The Department of Business, Economic Development and Tourism has programs in the following major program areas:

Economic Development

BED 100	Strategic Marketing and Support
BED 105	Creative Industries
BED 107	Foreign Trade Zone
BED 113	Tourism
BED 120	Strategic Industries
BED 142	General Support for Economic Development
BED 143	High Technology Development Corporation
BED 145	Hawaii Strategic Development Corporation
BED 146	Natural Energy Laboratory of Hawaii Authority
BED 150	Hawaii Community Development Authority
BED 151	Aloha Tower Development Corporation
BED 160	Hawaii Housing Finance and Development Corporation

Government-Wide Support

BED 103	Statewide Land Use Management
BED 130	Economic Planning and Research
BED 144	Statewide Planning and Coordination

DEPARTMENT OF BUSINESS, ECONOMIC DEVELOPMENT & TOURISM

Department Summary

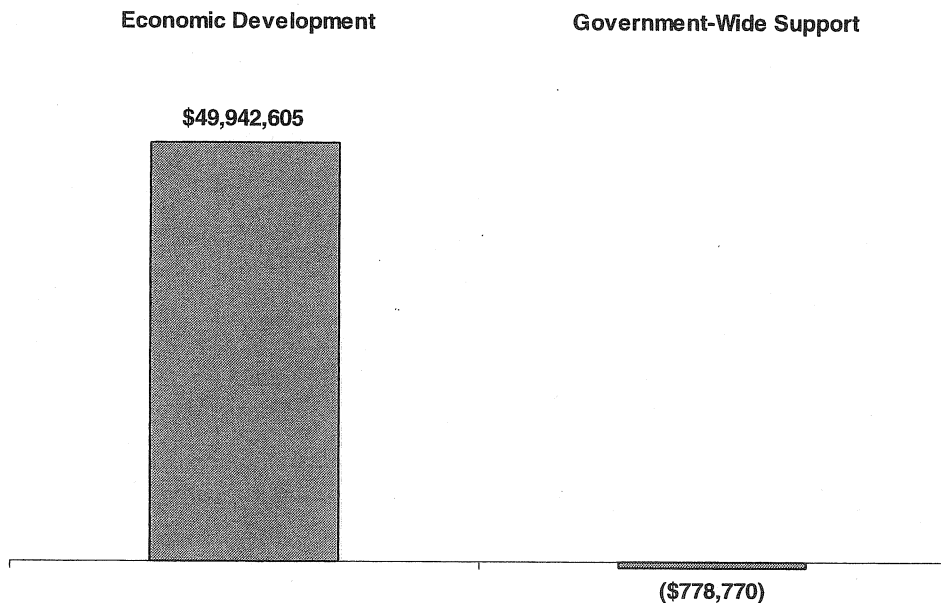
Mission Statement

To achieve a Hawaii economy that embraces innovation and is globally competitive, dynamic and productive, providing opportunities for all Hawaii's citizens to prosper.

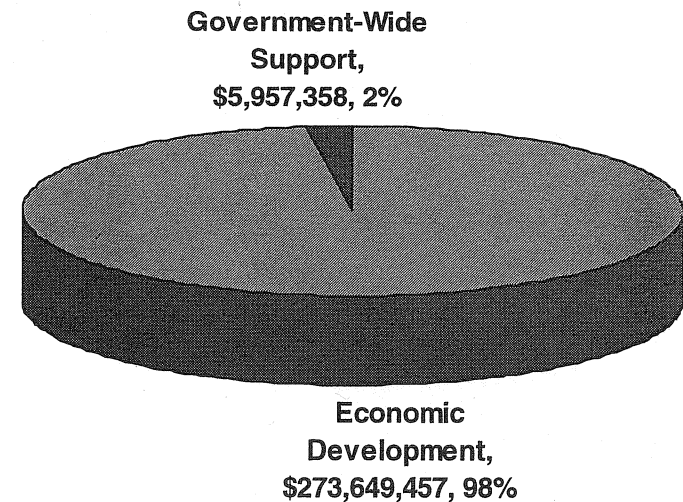
Department Goals

Lead efforts to facilitate structural economic adjustments to improve the competitiveness of Hawaii businesses and create the conditions to reward productivity and entrepreneurship.

FY 2011 Supplemental Operating Budget Adjustments by Major Program



FY 2011 Supplemental Operating Budget



Department of Business, Economic Development and Tourism
Operating Budget

			Act 162/2009 FY 2010	Act 162/2009 FY 2011	FY 2011 Adjustments	Total FY 2011
Funding Sources:	Positions	Perm	95.50	94.50	-18.00	76.50
		Temp	14.25	14.25	-6.50	7.75
General Funds		\$	7,845,584	7,718,641	-1,112,157	6,606,484
		Perm	26.50	26.50	-2.00	24.50
		Temp	37.95	31.95	25.30	57.25
Special Funds		\$	148,422,246	149,793,306	9,291,035	159,084,341
		Perm	9.00	9.00	-4.00	5.00
		Temp	30.80	30.80	2.20	33.00
Federal Funds		\$	15,017,301	14,917,301	15,705,434	30,622,735
		Perm	0.00	0	0.00	0.00
		Temp	0.00	0	0.00	0.00
Trust Funds		\$	51,923,698	21,923,698	0	21,923,698
		Perm	0.00	0.00	0.00	0.00
		Temp	0.00	0.00	0.00	0.00
Interdepartmental Transfers		\$	800,000	0	333,500	333,500
		Perm	0.00	0.00	0.00	0.00
		Temp	12.00	7.00	0.00	7.00
Federal Stimulus Funds		\$	50,823,665	18,481,175	26,407,961	44,889,136
		Perm	35.00	35.00	-5.00	30.00
		Temp	51.00	51.00	-9.00	42.00
Revolving Funds		\$	17,607,305	17,608,859	-1,461,938	16,146,921
		Perm	166.00	165.00	-29.00	136.00
		Temp	146.00	135.00	12.00	147.00
Total Requirements		\$	292,439,799	230,442,980	49,163,835	279,606,815

Comments: (general funds unless otherwise noted)

1. Met the budget adjustments for vacant positions, layoffs, and furlough savings for all funding sources, except interdepartment transfer funds (no interdepartmental transfer funds available to delete).

Department of Business, Economic Development and Tourism
Operating Budget

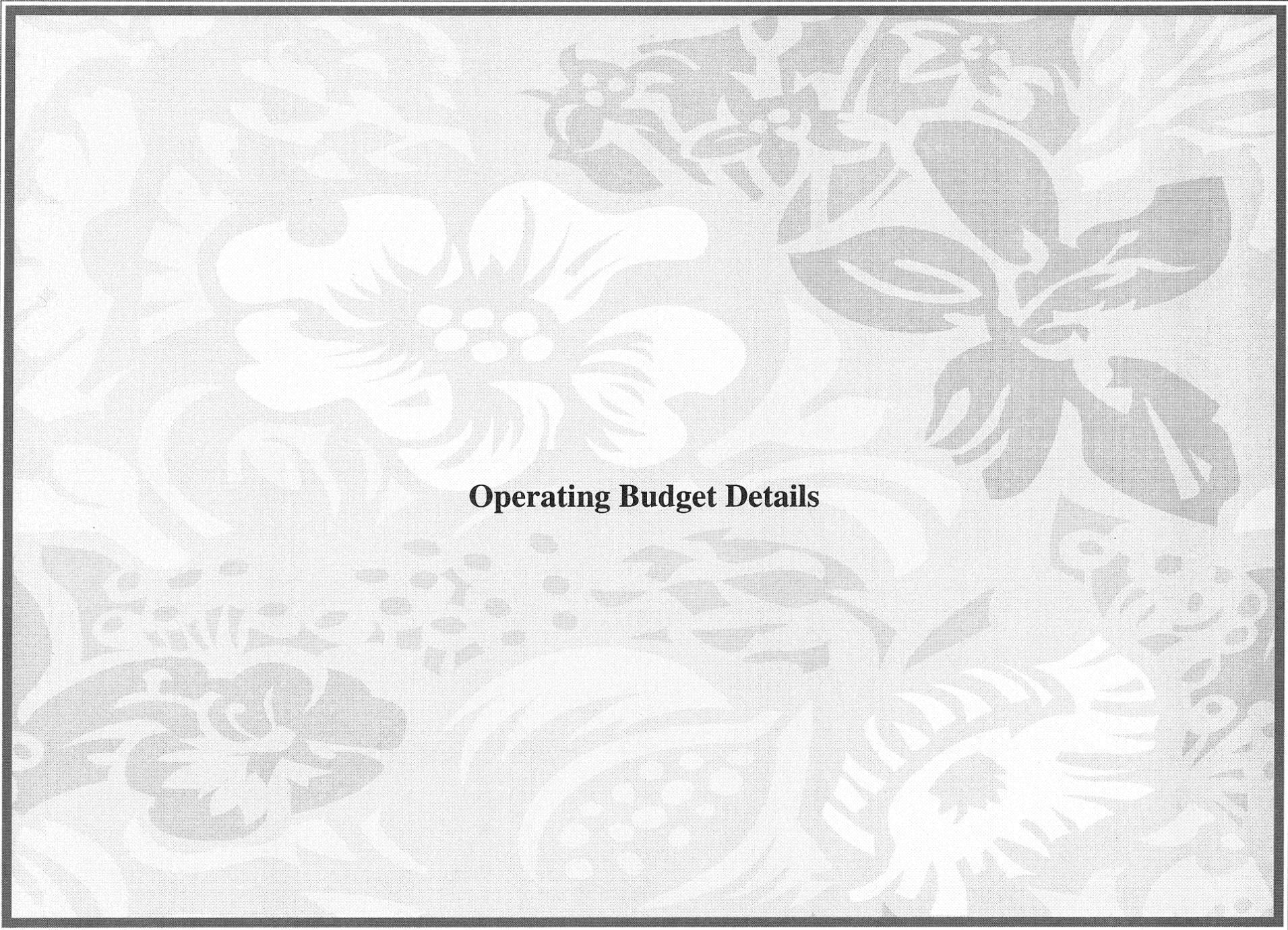
2. Major general funds adjustments include:
 - Reduce 26.00 permanent positions and \$1,336,296 to adjust for layoffs.
 - Reduce 3.00 permanent and 1.50 temporary positions and \$224,235 for vacant positions.
 - Reduce \$526,226 for reductions from the FY 11 furlough savings.
3. Major special funds reductions include:
 - Reduce 2.00 permanent and 2.50 temporary positions and \$249,417 for vacant positions.
 - Reduce \$593,344 for reduction from the FY 11 furlough savings.
4. Major federal funds adjustments include:
 - Add \$35,998 to adjust for layoffs.
 - Reduce 1.00 temporary position and \$100,313 for vacant positions.
 - \$340,900 for reduction from the FY 11 furlough savings.
5. Major revolving funds adjustments include:
 - Add \$45,552 to adjust for layoffs.
 - Reduce 5.00 permanent and 9.00 temporary positions and \$960,507 for vacant positions.
 - Reduce \$546,983 for reduction from the FY 11 furlough savings.
6. Adds \$250,000 in stimulus funds for the Strengthening Communities Fund.
7. Converts 5.0 permanent and 2.0 temporary positions and \$640,920 in federal funds to 5.0 permanent and 2.0 temporary positions and \$467,688 in general funds for the Energy program.
8. Adds \$6,403,650 in stimulus funds for the Energy Division's Energy Efficiency and Conservation Block Grant, American Recovery and Reinvestment Act of 2009 (ARRA), and Smart Grid Resiliency programs.
9. Adds \$750,000 in special funds to expedite the renewable energy facility siting process for renewable energy projects.
10. Adds 6.00 permanent positions and \$1,602,407 in special funds to restore funding for the Aloha Tower Development Corporation.
11. Adds \$6,693,120 in federal funds for the Neighborhood Stabilization Project grant.
12. Adds \$19,754,311 in stimulus funds for the American Recovery and Reinvestment Act of 2009, Section 1602 Tax Credit Exchange Program.

Department of Business, Economic Development and Tourism
Capital Improvements Budget

	Act 162/2009 FY 2010	Act 162/2009 FY 2011	FY 2010 Adjustments	FY 2011 Adjustments	Total FY 2010	Total FY 2011
Funding Sources:						
General Obligation Bonds	50,696,000	11,855,000	-30,000,000	0	20,696,000	11,855,000
Total Requirements	<u>50,696,000</u>	<u>11,855,000</u>	<u>-30,000,000</u>	<u>0</u>	<u>20,696,000</u>	<u>11,855,000</u>

Comments on Dept CIP Budget Request: (general obligation bonds unless otherwise noted)

1. Lapses \$30 million from the Rental Housing Trust Fund Infusion.



Operating Budget Details

PROGRAM ID: **BED-**
PROGRAM STRUCTURE NO: **01**
PROGRAM TITLE: **ECONOMIC DEVELOPMENT**

EXECUTIVE SUPPLEMENTAL BUDGET
(IN DOLLARS)

REPORT S61-A
PAGE 84

PROGRAM COSTS	FY 2010			FY 2011			BIENNIUM TOTALS		
	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING	123.00*	*	123.00*	122.00*	-19.00*	103.00*	*	*	*
PERSONAL SERVICES	20,192,678		20,192,678	18,587,855	1,402,692	19,990,547	38,780,533	40,183,225	
OTH CURRENT EXPENSES	265,510,993		265,510,993	205,118,997	48,436,363	253,555,360	470,629,990	519,066,353	
EQUIPMENT					79,550	79,550		79,550	
MOTOR VEHICLES					24,000	24,000		24,000	
TOTAL OPERATING COST	285,703,671		285,703,671	223,706,852	49,942,605	273,649,457	509,410,523	559,353,128	9.80
BY MEANS OF FINANCING									
GENERAL FUND	56.50*	*	56.50*	55.50*	-7.00*	48.50*	*	*	*
	4,656,266		4,656,266	4,529,323	265,644-	4,263,679	9,185,589	8,919,945	
SPECIAL FUND	26.50*	*	26.50*	26.50*	-2.00*	24.50*	*	*	*
	148,422,246		148,422,246	149,793,306	9,291,035	159,084,341	298,215,552	307,506,587	
OTHER FED. FUNDS	5.00*	*	5.00*	5.00*	-5.00*	*	*	*	*
TRUST FUNDS	12,470,491		12,470,491	12,370,491	15,637,691	28,008,182	24,840,982	40,478,673	
	51,923,698		51,923,698	21,923,698		21,923,698	73,847,396	73,847,396	
INTERDEPT. TRANSF	*	*	*	*	*	*	*	*	*
	800,000		800,000		333,500	333,500	800,000	1,133,500	
FEDERAL STIMULUS	*	*	*	*	*	*	*	*	*
	50,823,665		50,823,665	18,481,175	26,407,961	44,889,136	69,304,840	95,712,801	
REVOLVING FUND	35.00*	*	35.00*	35.00*	-5.00*	30.00*	*	*	*
	16,607,305		16,607,305	16,608,859	1,461,938-	15,146,921	33,216,164	31,754,226	
CAPITAL INVESTMENT									
PLANS	1,856,000		1,856,000	1,855,000		1,855,000	3,711,000	3,711,000	
LAND ACQUISITION	6,501,000		6,501,000				6,501,000	6,501,000	
DESIGN	299,000		299,000				299,000	299,000	
CONSTRUCTION	42,040,000	30,000,000-	12,040,000	10,000,000		10,000,000	52,040,000	22,040,000	
TOTAL CAPITAL COSTS	50,696,000	30,000,000-	20,696,000	11,855,000		11,855,000	62,551,000	32,551,000	47.96-
BY MEANS OF FINANCING									
G.O. BONDS	50,696,000	30,000,000-	20,696,000	11,855,000		11,855,000	62,551,000	32,551,000	
TOTAL POSITIONS	123.00*	*	123.00*	122.00*	-19.00*	103.00*			
TOTAL PROGRAM COST	336,399,671	30,000,000-	306,399,671	235,561,852	49,942,605	285,504,457	571,961,523	591,904,128	3.49

PROGRAM ID: **BED-**
 PROGRAM STRUCTURE NO: **0101**
 PROGRAM TITLE: **BUSINESS DEVELOPMENT**

EXECUTIVE SUPPLEMENTAL BUDGET
(IN DOLLARS)

REPORT S61-A
 PAGE 85

PROGRAM COSTS	FY 2010			FY 2011			BIENNIUM TOTALS		
	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING	65.00*	*	65.00*	64.00*	-8.00*	56.00*	*	*	*
PERSONAL SERVICES	4,038,554		4,038,554	3,911,611	679,255-	3,232,356	7,950,165	7,270,910	
OTH CURRENT EXPENSES	3,258,077		3,258,077	3,258,077	543,869	3,801,946	6,516,154	7,060,023	
TOTAL OPERATING COST	7,296,631		7,296,631	7,169,688	135,386-	7,034,302	14,466,319	14,330,933	.94-
BY MEANS OF FINANCING									
GENERAL FUND	46.00*	*	46.00*	45.00*	-6.00*	39.00*	*	*	*
	3,077,215		3,077,215	2,950,272	195,247-	2,755,025	6,027,487	5,832,240	
	19.00*	*	19.00*	19.00*	-2.00*	17.00*	*	*	*
SPECIAL FUND	2,147,501		2,147,501	2,147,501	188,857-	1,958,644	4,295,002	4,106,145	
OTHER FED. FUNDS	250,000		250,000	250,000	1,282-	248,718	500,000	498,718	
FEDERAL STIMULUS					250,000	250,000		250,000	
REVOLVING FUND	1,821,915		1,821,915	1,821,915		1,821,915	3,643,830	3,643,830	
CAPITAL INVESTMENT									
TOTAL CAPITAL COSTS									
BY MEANS OF FINANCING									
TOTAL POSITIONS	65.00*	*	65.00*	64.00*	-8.00*	56.00*			
TOTAL PROGRAM COST	7,296,631		7,296,631	7,169,688	135,386-	7,034,302	14,466,319	14,330,933	.94-

PROGRAM ID: **BED-100**
 PROGRAM STRUCTURE NO: **010101**
 PROGRAM TITLE: **STRATEGIC MARKETING & SUPPORT**

**EXECUTIVE SUPPLEMENTAL BUDGET
 (IN DOLLARS)**

REPORT S61-A
 PAGE 86

PROGRAM COSTS	FY 2010			FY 2011			BIENNIUM TOTALS		
	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING	16.00*	*	16.00*	16.00*	-6.00*	10.00*	*	*	*
PERSONAL SERVICES	985,260		985,260	985,260	475,180-	510,080	1,970,520	1,495,340	
OTH CURRENT EXPENSES	2,289,310		2,289,310	2,289,310	248,718	2,538,028	4,578,620	4,827,338	
TOTAL OPERATING COST	3,274,570		3,274,570	3,274,570	226,462-	3,048,108	6,549,140	6,322,678	3.46-
BY MEANS OF FINANCING									
	16.00*	*	16.00*	16.00*	-6.00*	10.00*	*	*	*
GENERAL FUND	1,202,655		1,202,655	1,202,655	475,180-	727,475	2,405,310	1,930,130	
OTHER FED. FUNDS	250,000		250,000	250,000	1,282-	248,718	500,000	498,718	
FEDERAL STIMULUS					250,000	250,000		250,000	
REVOLVING FUND	1,821,915		1,821,915	1,821,915		1,821,915	3,643,830	3,643,830	
TOTAL POSITIONS	16.00*	*	16.00*	16.00*	-6.00*	10.00*			
TOTAL PROGRAM COST	3,274,570		3,274,570	3,274,570	226,462-	3,048,108	6,549,140	6,322,678	3.46-

**Narrative for Supplemental Budget Requests
FY 2011**

Program ID: BED 100
Program Structure Level: 01 01 01
Program Title: Strategic Marketing & Support

A. Program Objective

To promote industry development and economic diversification by supporting existing and emerging industries through the attraction of new investment; increase in exports of Hawaii products and services; expansion of Hawaii's participation in global trade and commerce, and by supporting small business and community based organizations.

B. Description of Request

1. Delete 1.00 permanent vacant position and \$71,760 in general funds to reflect the deletion of vacant positions.
2. Delete 5.00 permanent positions and \$351,552 in general funds to reflect adjustments due to layoffs.
3. Reduce general funds by \$51,868 to reflect furlough savings.
4. Reduce federal funds by \$1,282 to reflect other cost adjustment to meet 13.85% budget reduction.
5. Establish American Recovery and Reinvestment Act of 2009 (ARRA) fund ceiling of \$250,000 for the Strengthening Communities Fund.

C. Reasons for Request

- 1-4. Deletion of the vacant position and adjustments due to layoffs, furlough savings, and other cost adjustments are to reduce costs in order to address the State's current budget shortfall.
5. The Department of Business, Economic Development and Tourism's (DBEDT) Community Based Economic Development program was awarded

an ARRA grant of \$250,000. This request is seek authorization to expend grant monies up to \$250,000. This grant will expire September 30, 2011. The purpose of this grant is to build the capacity of community-based organizations and to assist nonprofit organizations in addressing the broad economic recovery issues present in their communities, including helping low income individuals secure and retain employment, earn higher wages, obtain better-quality jobs and gain greater access to State and federal benefits and tax credits.

D. Significant Changes to Measures of Effectiveness and Program Size

Program will monitor the impact on measures of effectiveness due to a 55% reduction in program size. Professional staff has been reduced from 11 down to 5 due to layoffs and retirement. As a result, concentration of efforts will be on those programs, projects and activities that will directly benefit existing small businesses and community based organizations—to build entrepreneurial skills, protect against business regulations, increase market and business opportunities and take advantage of available incentives. Division will place low priority on new business and investment attraction, on building strategic and financial alliances. International business and trade relations will be limited to China and Japan; Beijing and Taiwan Offices expenses have been reduced and salaries maintained at a level of \$4,140/month for the Beijing Executive Director and \$3,423 for the Taiwan Executive Director, with no adjustments made for the decline in value of the U.S. dollar against the Chinese RNB or Taiwan NT dollar.

PROGRAM ID: **BED-105**
 PROGRAM STRUCTURE NO: **010102**
 PROGRAM TITLE: **CREATIVE INDUSTRIES DIVISION**

EXECUTIVE SUPPLEMENTAL BUDGET
(IN DOLLARS)

REPORT S61-A
 PAGE 87

PROGRAM COSTS	FY 2010			FY 2011			BIENNIUM TOTALS		
	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING	*	*	*	*	6.00*	6.00*	*	*	*
PERSONAL SERVICES					354,583	354,583		354,583	
OTH CURRENT EXPENSES					295,796	295,796		295,796	
TOTAL OPERATING COST					650,379	650,379		650,379	100.00
BY MEANS OF FINANCING									
GENERAL FUND	*	*	*	*	6.00*	6.00*	*	*	*
					650,379	650,379		650,379	
TOTAL POSITIONS	*	*	*	*	6.00*	6.00*			
TOTAL PROGRAM COST					650,379	650,379		650,379	100.00

**Narrative for Supplemental Budget Requests
FY 2011**

Program ID: BED 105
Program Structure Level: 01 01 02
Program Title: Creative Industries Division

A. Program Objective

To accelerate the growth of, and to work as a business advocate for the diverse creative and cultural resources of Hawaii by supporting and implementing programs, projects, and activities that result in increased growth of creative industry sectors while developing and expanding domestic and foreign export of Hawaii originated creative products and services. Sectors served include: arts, culture, music, film, television, and digital media.

B. Description of Request

1. Delete 1.00 permanent position and \$49,332 in general funds to reflect the deletion of vacant positions.
2. Delete 5.00 permanent positions and \$264,624 in general funds to reflect adjustments due to layoffs.
3. Reduce general funds by \$36,056 to reflect furlough savings.
4. Request to transfer 6.00 permanent positions and \$454,599 in general funds for the Hawaii Film Office from the Hawaii Tourism Authority (BED 113/FI) back to the Creative Industries Division – CID (BED 105/CI).
5. Request to transfer 6.00 permanent positions and \$545,792 in general funds for the Arts, Culture & Development Branch (ACDB) from the Department of Accounting and General Services (AGS 881) back to CID (BED 105/CI).

C. Reasons for Request

- 1-3. Deletion of the vacant position and adjustments due to layoffs and furlough savings are to reduce costs in order to address the State's current budget shortfall.

4. The transfer of the responsibilities and authority of the Hawaii Film Office through a legislative bill was vetoed by the Governor. Simultaneously, Act 162, Session Laws of Hawaii (SLH) 2009, the Budget Bill, transferred positions and related budgeted amounts. Due to the unsuccessful transfer of the Hawaii Film Office through the legislative bill, this request reverses the original transfer in Act 162, SLH 2009.
5. The transfer of the responsibilities and authority of the ACDB through a legislative bill was vetoed by the Governor. Simultaneously, Act 162, SLH 2009 transferred positions and related budgeted amounts. Due to the unsuccessful transfer of the ACDB through the legislative bill, this request reverses the original transfer in Act 162, SLH 2009.

D. Significant Changes to Measures of Effectiveness and Program Size

Program will monitor for impact on measures of effectiveness as program size impacted by loss of three positions. Increased capacity required by remaining staff.

PROGRAM ID: **BED-107**
 PROGRAM STRUCTURE NO: **010103**
 PROGRAM TITLE: **FOREIGN TRADE ZONE**

EXECUTIVE SUPPLEMENTAL BUDGET
(IN DOLLARS)

REPORT S61-A
 PAGE 88

PROGRAM COSTS	FY 2010			FY 2011			BIENNIUM TOTALS		
	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING	19.00*	*	19.00*	19.00*	-2.00*	17.00*	*	*	*
PERSONAL SERVICES	1,245,404		1,245,404	1,245,404	188,212-	1,057,192	2,490,808	2,302,596	
OTH CURRENT EXPENSES	902,097		902,097	902,097	645-	901,452	1,804,194	1,803,549	
TOTAL OPERATING COST	2,147,501		2,147,501	2,147,501	188,857-	1,958,644	4,295,002	4,106,145	4.40-
BY MEANS OF FINANCING									
SPECIAL FUND	19.00*	*	19.00*	19.00*	-2.00*	17.00*	*	*	*
	2,147,501		2,147,501	2,147,501	188,857-	1,958,644	4,295,002	4,106,145	
TOTAL POSITIONS	19.00*	*	19.00*	19.00*	-2.00*	17.00*			
TOTAL PROGRAM COST	2,147,501		2,147,501	2,147,501	188,857-	1,958,644	4,295,002	4,106,145	4.40-

**Narrative for Supplemental Budget Requests
FY 2011**

Program ID: BED 107

Program Structure Level: 01 01 03

Program Title: Foreign-Trade Zone

A. Program Objective

To encourage value-added and international trading activities that will create new investment and job opportunities in Hawaii by operating a statewide Foreign-Trade Zone program that promotes foreign commerce and reduces the barriers and costs associated with international trade.

B. Description of Request

1. Delete 2.00 permanent vacant positions and \$80,711 in special funds to reflect the deletion of vacant positions.
2. Reduce special funds by \$645 to reflect other cost adjustment to meet 13.85% budget reduction.
3. Reduce special funds by \$107,501 to reflect furlough savings.

C. Reasons for Request

- 1-3. Deletion of the vacant positions and adjustments due to furlough savings and other cost adjustments are to reduce costs in order to address the State's current budget shortfall.

D. Significant Changes to Measures of Effectiveness and Program Size

None.

**EXECUTIVE SUPPLEMENTAL BUDGET
(IN DOLLARS)**

PROGRAM ID: **BED-142**
 PROGRAM STRUCTURE NO: **010104**
 PROGRAM TITLE: **GENERAL SUPPORT FOR ECONOMIC DEVELOPMENT**

REPORT S61-A
 PAGE 89

PROGRAM COSTS	FY 2010			FY 2011			BIENNIUM TOTALS		
	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING	30.00*	*	30.00*	29.00*	-6.00*	23.00*	*	*	*
PERSONAL SERVICES	1,807,890		1,807,890	1,680,947	370,446-	1,310,501	3,488,837	3,118,391	
OTH CURRENT EXPENSES	66,670		66,670	66,670		66,670	133,340	133,340	
TOTAL OPERATING COST	1,874,560		1,874,560	1,747,617	370,446-	1,377,171	3,622,177	3,251,731	10.23-
BY MEANS OF FINANCING									
GENERAL FUND	30.00*	*	30.00*	29.00*	-6.00*	23.00*	*	*	*
	1,874,560		1,874,560	1,747,617	370,446-	1,377,171	3,622,177	3,251,731	
CAPITAL INVESTMENT									
TOTAL CAPITAL COSTS									
BY MEANS OF FINANCING									
TOTAL POSITIONS	30.00*	*	30.00*	29.00*	-6.00*	23.00*			
TOTAL PROGRAM COST	1,874,560		1,874,560	1,747,617	370,446-	1,377,171	3,622,177	3,251,731	10.23-

**Narrative for Supplemental Budget Requests
FY 2011**

Program ID: BED 142
Program Structure Level: 01 01 04
Program Title: General Support for Economic Development

A. Program Objective

To enhance program effectiveness and efficiency of economic development programs by formulating policies and plans, directing operations, allocating resources, providing staff support and other administrative services, and informing the public about programs, services, projects, and activities.

D. Significant Changes to Measures of Effectiveness and Program Size

None.

B. Description of Request

1. Delete 7.00 permanent positions and \$296,532 in general funds to reflect adjustments due to layoffs.
2. Reduce general funds by \$133,260 to reflect furlough savings.
3. Request to re-establish 1.00 permanent position and \$59,346 in general funds for the DBEDT Deputy Director for 6 months. Net request of \$53,868 includes 6 month salary of \$59,346 less furlough savings of \$5,478.
4. Transfer "Others" general funds from BED 142/TL (\$6,104) to BED 142/AA \$6,104.

C. Reasons for Request

- 1-2. Adjustments due to layoffs and furlough savings are to reduce costs in order to address the State's current budget shortfall.
3. FY 11 Deputy Director position and funding was eliminated per Act 162, Session Laws of Hawaii (SLH) 2009.
4. The Tourism Liaison position in BED 142/TL was abolished in Act 162, SLH 2009, so other current expenses are no longer required. The transfer of funds to BED 142/AA will reduce the budget shortfall in BED 142/AA due to the mandatory budget reductions.

PROGRAM ID: **BED-113**
 PROGRAM STRUCTURE NO: **0102**
 PROGRAM TITLE: **TOURISM**

EXECUTIVE SUPPLEMENTAL BUDGET
(IN DOLLARS)

REPORT S61-A
 PAGE 90

PROGRAM COSTS	FY 2010			FY 2011			BIENNIUM TOTALS		
	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING	12.00*	*	12.00*	12.00*	-6.00*	6.00*	*	*	*
PERSONAL SERVICES	2,719,972		2,719,972	2,719,972	529,446-	2,190,526	5,439,944	4,910,498	
OTH CURRENT EXPENSES	135,943,325		135,943,325	138,943,325	194,298-	138,749,027	274,886,650	274,692,352	
TOTAL OPERATING COST	138,663,297		138,663,297	141,663,297	723,744-	140,939,553	280,326,594	279,602,850	.26-
BY MEANS OF FINANCING									
GENERAL FUND	6.00*	*	6.00*	6.00*	-6.00*	*	*	*	*
	454,599		454,599	454,599	454,599-		909,198	454,599	
SPECIAL FUND	6.00*	*	6.00*	6.00*	*	6.00*	*	*	*
	138,208,698		138,208,698	141,208,698	269,145-	140,939,553	279,417,396	279,148,251	
TOTAL POSITIONS	12.00*	*	12.00*	12.00*	-6.00*	6.00*			
TOTAL PROGRAM COST	138,663,297		138,663,297	141,663,297	723,744-	140,939,553	280,326,594	279,602,850	.26-

**Narrative for Supplemental Budget Requests
FY 2011**

Program ID: BED 113
Program Structure Level: 01 02
Program Title: Tourism

A. Program Objective

The objective of the Tourism program is to achieve a strong and sustainable tourism industry that values and perpetuates Hawaii's natural and cultural resources, honors Hawaii's people and heritage, and supports a vital economy.

B. Description of Request

1. Reduce special funds by \$222,745 to reflect furlough savings.
2. Reduce special funds by \$46,400 to reflect other cost adjustment to meet 13.85% budget reduction.
3. Request to transfer 6.00 permanent positions and \$454,599 in general funds for the Hawaii Film Office from the Hawaii Tourism Authority (BED 113/FI) back to the Creative Industries Division – CID (BED 105/CI).

C. Reasons for Request

- 1-2. Adjustments due to furlough savings and other cost adjustments are to reduce costs in order to address the State's current budget shortfall.
3. The transfer of the responsibilities and authority of the Hawaii Film Office through a legislative bill was vetoed by the Governor. Simultaneously, Act 162, Session Laws of Hawaii (SLH) 2009, the Budget Bill, transferred positions and related budgeted amounts. Due to the unsuccessful transfer of the Hawaii Film Office through the legislative bill, this request reverses the original transfer in Act 162, SLH 2009.

D. Significant Changes to Measures of Effectiveness and Program Size

None, however, the request is necessary for efficient and effective program planning and to maintain its effectiveness and program size.

**EXECUTIVE SUPPLEMENTAL BUDGET
(IN DOLLARS)**

PROGRAM ID: **BED-**
PROGRAM STRUCTURE NO: **0105**
PROGRAM TITLE: **TECHNOLOGY**

REPORT S61-A
PAGE 91

PROGRAM COSTS	FY 2010			FY 2011			BIENNIUM TOTALS		
	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING	11.00*	*	11.00*	11.00*	*	11.00*	*	*	*
PERSONAL SERVICES	5,813,050		5,813,050	5,316,050	3,406,617	8,722,667	11,129,100	14,535,717	
OTH CURRENT EXPENSES	46,505,428		46,505,428	17,847,128	20,428,450	38,275,578	64,352,556	84,781,006	
EQUIPMENT					29,550	29,550		29,550	
MOTOR VEHICLES					24,000	24,000		24,000	
TOTAL OPERATING COST	52,318,478		52,318,478	23,163,178	23,888,617	47,051,795	75,481,656	99,370,273	31.65
BY MEANS OF FINANCING									
GENERAL FUND	4.50*	*	4.50*	4.50*	5.00*	9.50*	*	*	*
	1,124,452		1,124,452	1,124,452	384,202	1,508,654	2,248,904	2,633,106	
SPECIAL FUND	1.50*	*	1.50*	1.50*	*	1.50*	*	*	*
	6,437,107		6,437,107	6,437,107	8,207,058	14,644,165	12,874,214	21,081,272	
OTHER FED. FUNDS	5.00*	*	5.00*	5.00*	-5.00*	*	*	*	*
	9,220,491		9,220,491	9,120,491	8,961,238	18,081,729	18,340,982	27,302,220	
FEDERAL STIMULUS	*	*	*	*	*	*	*	*	*
	29,763,700		29,763,700	708,400	6,403,650	7,112,050	30,472,100	36,875,750	
REVOLVING FUND	*	*	*	*	*	*	*	*	*
	5,772,728		5,772,728	5,772,728	67,531-	5,705,197	11,545,456	11,477,925	
CAPITAL INVESTMENT									
TOTAL CAPITAL COSTS									
BY MEANS OF FINANCING									
TOTAL POSITIONS	11.00*	*	11.00*	11.00*	*	11.00*			
TOTAL PROGRAM COST	52,318,478		52,318,478	23,163,178	23,888,617	47,051,795	75,481,656	99,370,273	31.65

PROGRAM ID: **BED-120**
 PROGRAM STRUCTURE NO: **010501**
 PROGRAM TITLE: **STRATEGIC INDUSTRIES**

**EXECUTIVE SUPPLEMENTAL BUDGET
 (IN DOLLARS)**

REPORT S61-A
 PAGE 92

PROGRAM COSTS	FY 2010			FY 2011			BIENNIUM TOTALS		
	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING	8.00*	*	8.00*	8.00*	*	8.00*	*	*	*
PERSONAL SERVICES	3,711,209		3,711,209	3,214,209	1,839,525	5,053,734	6,925,418	8,764,943	
OTH CURRENT EXPENSES	31,931,736		31,931,736	3,373,436	4,968,795	8,342,231	35,305,172	40,273,967	
TOTAL OPERATING COST	35,642,945		35,642,945	6,587,645	6,808,320	13,395,965	42,230,590	49,038,910	16.12
BY MEANS OF FINANCING									
GENERAL FUND	3.00*	*	3.00*	3.00*	5.00*	8.00*	*	*	*
	307,504		307,504	307,504	451,150	758,654	615,008	1,066,158	
SPECIAL FUND	*	*	*	*	*	*	*	*	*
					750,000	750,000		750,000	
OTHER FED. FUNDS	5.00*	*	5.00*	5.00*	-5.00*	*	*	*	*
	5,571,741		5,571,741	5,571,741	796,480	4,775,261	11,143,482	10,347,002	
FEDERAL STIMULUS	*	*	*	*	*	*	*	*	*
	29,763,700		29,763,700	708,400	6,403,650	7,112,050	30,472,100	36,875,750	
TOTAL POSITIONS	8.00*	*	8.00*	8.00*	*	8.00*			
TOTAL PROGRAM COST	35,642,945		35,642,945	6,587,645	6,808,320	13,395,965	42,230,590	49,038,910	16.12

**Narrative for Supplemental Budget Requests
FY 2011**

Program ID: BED 120
Program Structure Level: 01 05 01
Program Title: Strategic Industries

A. Program Objective

To achieve the growth, diversification, and long-term stability of the State's economy by facilitating the development of Hawaii industries centered on energy. Increase economic diversification by developing Hawaii's science & technology-based companies' markets.

B. Description of Request

1. Request to convert MOF for 5.00 permanent and 2.00 temporary positions from federal to general funds to support the staffing of the Administration and Energy Efficiency Branches of the Division. This would amount to an increase of \$467,688 in general funds and a decrease of \$640,920 in federal funds. The general funds would be offset by furlough savings of \$43,168, resulting in a net request of \$424,520 in general funds.
2. Request to establish special fund ceiling of \$750,000 to support the permitting process for renewable energy projects under the Renewable Energy Facility Siting Fund as created under Act 207, SLH 2008. Special fund revenue will be collected from renewable energy developers.
3. Request to establish stimulus fund ceiling of \$150,000 to Enhance State Government Assurance Capabilities and Planning for Smart Grid Resiliency.
4. Request to increase stimulus fund ceiling by \$145,928 for Energy Efficiency & Conservation Block Grant Support.
5. Request to increase stimulus fund ceiling by \$6,107,722 to support the State Energy Program – ARRA Support.
6. Delete 7.00 temporary general funded positions.
7. Reduce general funds by \$68,858 and federal funds by \$128,071 to reflect furlough savings.
8. Add \$52,320 in general funds to reflect adjustments due to layoffs.

9. Reduce federal funds by \$27,489 to reflect other cost adjustment to meet 13.85% budget reduction.

C. Reasons for Request

1. The federal fund is non-renewable and will be depleted in FY 11. This funding will enable the core energy program to continue.
2. The Renewable Energy Facility Siting Fund is required to support the implementation of the undersea cable and other large scale renewable energy projects.
- 3-5. The ARRA funds will facilitate the implementation of energy emergency preparedness, renewable energy, and energy efficiency projects to create jobs and stabilize the economy.
6. Reduction of the 7.00 positions shall eliminate positions not required under the program.
- 7-9. Deletion of the vacant position and adjustments due to layoffs, furlough savings, and other cost adjustments are to reduce costs in order to address the State's current budget shortfall.

D. Significant Changes to Measures of Effectiveness and Program Size

None.

PROGRAM ID: **BED-143**PROGRAM STRUCTURE NO: **010502**PROGRAM TITLE: **HIGH TECHNOLOGY DEVELOPMENT CORPORATION****EXECUTIVE SUPPLEMENTAL BUDGET
(IN DOLLARS)**

REPORT S61-A

PAGE 93

PROGRAM COSTS	FY 2010			FY 2011			BIENNIUM TOTALS		
	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING	3.00*	*	3.00*	3.00*	*	3.00*	*	*	*
PERSONAL SERVICES	1,900,963		1,900,963	1,900,963	355,435-	1,545,528	3,801,926	3,446,491	
OTH CURRENT EXPENSES	7,892,467		7,892,467	7,792,467	106,738	7,899,205	15,684,934	15,791,672	
TOTAL OPERATING COST	9,793,430		9,793,430	9,693,430	248,697-	9,444,733	19,486,860	19,238,163	1.28-
BY MEANS OF FINANCING									
GENERAL FUND	1.50*	*	1.50*	1.50*	*	1.50*	*	*	*
	816,948		816,948	816,948	66,948-	750,000	1,633,896	1,566,948	
SPECIAL FUND	1.50*	*	1.50*	1.50*	*	1.50*	*	*	*
	3,827,732		3,827,732	3,827,732	115,642-	3,712,090	7,655,464	7,539,822	
OTHER FED. FUNDS	*	*	*	*	*	*	*	*	*
REVOLVING FUND	3,648,750		3,648,750	3,548,750	66,107-	3,482,643	7,197,500	7,131,393	
	1,500,000		1,500,000	1,500,000		1,500,000	3,000,000	3,000,000	
TOTAL POSITIONS	3.00*	*	3.00*	3.00*	*	3.00*			
TOTAL PROGRAM COST	9,793,430		9,793,430	9,693,430	248,697-	9,444,733	19,486,860	19,238,163	1.28-

**Narrative for Supplemental Budget Requests
FY 2011**

Program ID: BED 143
Program Structure Level: 01 05 02
Program Title: High Technology Development Corporation

A. Program Objective

To develop and promote Hawaii's science and technology assets and resources; implement programs to support attraction, expansion, and retention of technology companies; support firms engaged in technology research & investment, and projects that support national and State interests; utilize facilities and infrastructure in Hawaii to foster commercial technology development; and promote and provide support for businesses involved in information and telecommunication technology, biotechnology, medical healthcare technology and earth/ocean/space science technologies.

B. Description of Request

1. Delete 0.50 temporary position and \$29,709 in general funds; 0.50 temporary position and \$40,713 in special funds; and 1.00 temporary position and \$100,313 in federal funds to reflect the deletion of vacant positions.
2. Reduce general funds by \$37,239, special funds by \$56,754, and federal funds by \$65,707 to reflect furlough savings.
3. Reduce special funds by \$1,227 and federal funds by \$17,348 to reflect other cost adjustment to meet 13.85% budget reduction.
4. Transfer \$100,313 in federal funds from Personal Services to Other Current Expenses (OCE) so that federal funds can be used to further the Manufacturing Extension Partnership (MEP) program. The personal services funds are from a vacant position that is proposed to be deleted.
5. Reduce 0.20 temporary position and \$16,948 in special funds and add 0.20 temporary position and \$16,948 in federal funds to convert the means of financing for the HCATT (formerly HEVDP) Contract Specialist position back to 100% federally funded from the current 20% special/80% federal funded.

6. Transfer \$25,000 in general funds from personal services to OCE to fund contracted professional services, such as information technology (IT) coverage for the technology centers due to the hiring freeze and/or Hawaii Small Business Innovation Research (HSBIR) grant. The Personal Services funds are from vacancy savings.

C. Reasons for Request

- 1-3. Deletion of the vacant positions and adjustments due to furlough savings and other cost adjustments are to reduce costs in order to address the State's current budget shortfall.
4. The Governor approved the deletion of one federally funded MEP Project Manager position in FY10. A separate A-P form has been submitted for this position abolishment. In order to be able to continue to expend the federal funds for other purposed within this program, this request reappropriates the funds to OCE for contracted professional services. The program is in the process of being reorganized to utilize more contracted professionals as a means to broaden the spectrum of expertise available to the program to increase the potential number of manufacturing related businesses the program can assist. If this request is not approved, all of the federal funds will not be able to be utilized and program benchmarks may not be met.
5. This position was originally established as a 100% federally funded position. The position was reappropriated to be 20% special funded/ 80% federally funded at a time when funding and new projects for HCATT had decreased. The position began to assist the High Technology Development Corporation (HTDC) with some of its contracting functions after the reappropriation was approved. There has been a significant increase in funding from federal agencies for new projects and the Contract Administrator now needs to devote 100% time to the federally

**Narrative for Supplemental Budget Requests
FY 2011**

Program ID: BED 143

Program Structure Level: 01 05 02

Program Title: High Technology Development Corporation

funded projects. The Governor approved the filling of this vacant position on 10/9/09 with the understanding that a request would be submitted to convert the position back to 100% federally funded in the next budget.

6. Transfer temporary vacancy savings to OCE to fund contracted professional services, such as IT coverage for the technology centers due to the hiring freeze and/or Hawaii Small Business Innovation Research (HSBIR) grant. This is a housekeeping request to realign the existing appropriation to the proper cost elements. HTDC is temporarily holding off on filling vacant positions as part of its strategy to meet the anticipated continuation of the 13.85 % general fund restriction. The furloughs will absorb a portion of the restriction and the balance of the restriction will be placed in OCE. This request will allow the appropriation to be aligned in the correct cost element to offset the budget restriction. If this reappropriation is not done, there is the potential that HTDC will assume a larger restriction than required. This can occur if the unused personal services appropriation (due to the vacancy savings) cannot be reallocated to OCE during FY11. The reappropriated amount will be used to temporarily contract for services such as IT support services that the technology centers require to keep equipment and connectivity functioning for the sake of high tech tenants and/or the HSBIR grant program. This reappropriation request is only for FY11 as it is hoped that the economy improves so the position can be filled in the next biennium.

of effectiveness. Although the MEP program is currently being restructured, it is not anticipated to affect the program size.

D. Significant Changes to Measures of Effectiveness and Program Size

The focus continues to be on maintaining core programs and services. HTDC sought opportunities to partner with other organizations to leverage its resources and strive to accomplish its missions. There are no significant changes anticipated to the measures

PROGRAM ID: **BED-145**
 PROGRAM STRUCTURE NO: **010503**
 PROGRAM TITLE: **HAWAII STRATEGIC DEVELOPMENT CORPORATION**

**EXECUTIVE SUPPLEMENTAL BUDGET
 (IN DOLLARS)**

REPORT S61-A
 PAGE 94

PROGRAM COSTS	FY 2010			FY 2011			BIENNIUM TOTALS		
	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING	*	*	*	*	*	*	*	*	*
PERSONAL SERVICES	200,878		200,878	200,878	67,531-	133,347	401,756	334,225	
OTH CURRENT EXPENSES	6,681,225		6,681,225	6,681,225	859-	6,680,366	13,362,450	13,361,591	
TOTAL OPERATING COST	6,882,103		6,882,103	6,882,103	68,390-	6,813,713	13,764,206	13,695,816	.50-
BY MEANS OF FINANCING									
SPECIAL FUND	2,609,375		2,609,375	2,609,375	859-	2,608,516	5,218,750	5,217,891	
REVOLVING FUND	4,272,728	*	4,272,728	4,272,728	67,531-	4,205,197	8,545,456	8,477,925	*
TOTAL POSITIONS	*	*	*	*	*	*			
TOTAL PROGRAM COST	6,882,103		6,882,103	6,882,103	68,390-	6,813,713	13,764,206	13,695,816	.50-

**Narrative for Supplemental Budget Requests
FY 2011**

Program ID: BED 145

Program Structure Level: 01 05 03

Program Title: Hawaii Strategic Development Corporation

A. Program Objective

The mission of the Hawaii Strategic Development Corporation (HSDC) is to assist in the development of a sustainable venture capital industry in Hawaii to stimulate the growth of viable new businesses. The goals of the agency are to serve as a catalyst to fill investment market gaps not met by the private sector and support entrepreneurial development through training and mentoring programs.

HSDC has a long-term investment program in place, investing in funds managed by private sector venture capitalists. These investors identify companies with high growth potential, provide equity financing to them, and assist the entrepreneurs in their business growth.

HSDC works in concert with DBEDT and supports the Department's core objectives of "Energy for Tomorrow" in implementing the Hydrogen Capital Investment Special Fund and "Innovation Infrastructure," facilitating entrepreneurial development through the sponsorship of workshops and seminars as well as through one on one meetings with emerging companies.

B. Description of Request

1. Delete 1.00 temporary vacant position and \$53,972 in revolving funds to reflect the deletion of vacant positions.
2. Reduce revolving funds by \$13,559 to reflect furlough savings.
3. Reduce special funds by \$859 to reflect other cost adjustment to meet 13.85% budget reduction.

C. Reasons for Request

- 1-3. Deletion of the vacant position and adjustments due to furlough savings and other cost adjustments are to reduce costs in order to address the State's current budget shortfall.

D. Significant Changes to Measures of Effectiveness and Program Size

None.

PROGRAM ID: **BED-146**
 PROGRAM STRUCTURE NO: **010504**
 PROGRAM TITLE: **NATURAL ENERGY LAB OF HAWAII AUTHORITY**

**EXECUTIVE SUPPLEMENTAL BUDGET
 (IN DOLLARS)**

REPORT S61-A
 PAGE 95

PROGRAM COSTS	FY 2010			FY 2011			BIENNIUM TOTALS		
	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING	*	*	*	*	*	*	*	*	*
PERSONAL SERVICES									
OTH CURRENT EXPENSES					1,990,058	1,990,058		1,990,058	
EQUIPMENT					15,353,776	15,353,776		15,353,776	
MOTOR VEHICLES					29,550	29,550		29,550	
					24,000	24,000		24,000	
TOTAL OPERATING COST					17,397,384	17,397,384		17,397,384	100.00
BY MEANS OF FINANCING									
	*	*	*	*	*	*	*	*	*
SPECIAL FUND	*	*	*	*			*	*	*
					7,573,559	7,573,559		7,573,559	
OTHER FED. FUNDS	*	*	*	*			*	*	*
					9,823,825	9,823,825		9,823,825	
CAPITAL INVESTMENT									
TOTAL CAPITAL COSTS									
BY MEANS OF FINANCING									
TOTAL POSITIONS	*	*	*	*	*	*			
TOTAL PROGRAM COST					17,397,384	17,397,384		17,397,384	100.00

**Narrative for Supplemental Budget Requests
FY 2011**

Program ID: BED 146

Program Structure Level: 01 05 03

Program Title: Natural Energy Laboratory of Hawaii Authority

A. Program Objective

The mission of the Natural Energy Laboratory of Hawaii Authority (NELHA) is to participate in the development and diversification of the Hawaii economy by providing resources and facilities for energy and ocean related research, education, and commercial activities in an environmentally sound and culturally sensitive manner. This is achieved through marketing, managing and operating facilities that provide sites and resources to support the research, development and commercialization of innovative technologies utilizing the natural resources available at Keahole Point, such as the cold deep seawater, warm surface seawater, and high solar energy. These technological advances have the potential to spin off new industry development, providing both local economic development as well as worldwide export potential. The National Defense Center of Excellence for Research in Ocean Sciences (CEROS) solicits and supports concept development and demonstration of advanced technologies for maritime military purposes. CEROS seeks to advance technology, enhance regional capabilities and infrastructure, and demonstrate beneficial maritime military utility for the Department of Defense.

B. Description of Request

1. Delete 2.00 temporary positions and \$127,993 in special funds to reflect the deletion of vacant positions.
2. Reduce special funds by \$145,416 and federal funds by \$56,944 to reflect furlough savings.
3. Reduce special funds by \$2,492 and federal funds by \$50,639 to reflect other cost adjustment to meet 13.85% budget reduction.
4. Request to transfer 22.00 temporary positions and \$7,849,460 in special funds and 5.00 temporary positions and \$9,931,408 in federal funds for NELHA from the

Department of Accounting & General Services (AGS 846) to the Department of Business, Economic Development & Tourism (BED 146).

5. Capital improvement projects (CIP) proposed lapse of \$4,000,000 in federal funds for the NELHA Kona International Airport Connection Road.

C. Reasons for Request

- 1-3. Deletion of the vacant positions and adjustments due furlough savings and other cost adjustments are to reduce costs in order to address the State's current budget shortfall.
4. Statutorily aligned with DBEDT not DAGS. Transfer is required to be in statutory compliance. Change in Legislation would be required if transfer was not done. HRS 227-D.
5. CIP funds never appropriated by Congress.

D. Significant Changes to Measures of Effectiveness and Program Size

None.

PROGRAM ID: **BED-**
PROGRAM STRUCTURE NO: **0107**
PROGRAM TITLE: **SPECIAL COMMUNITY DEVELOPMENT**

**EXECUTIVE SUPPLEMENTAL BUDGET
(IN DOLLARS)**

REPORT S61-A
PAGE 96

PROGRAM COSTS	FY 2010			FY 2011			BIENNIUM TOTALS		
	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING	2.00*	*	2.00*	2.00*	*	2.00*	*	*	*
PERSONAL SERVICES	1,419,252		1,419,252	436,818	558,865	995,683	1,856,070	2,414,935	
OTH CURRENT EXPENSES	2,096,506		2,096,506	650,000	1,226,296	1,876,296	2,746,506	3,972,802	
EQUIPMENT					50,000	50,000		50,000	
TOTAL OPERATING COST	3,515,758		3,515,758	1,086,818	1,835,161	2,921,979	4,602,576	6,437,737	39.87
BY MEANS OF FINANCING									
	*	*	*	*	*	*	*	*	*
	*	*	*	*	*	*	*	*	*
SPECIAL FUND	1,628,940		1,628,940		1,541,979	1,541,979	1,628,940	3,170,919	
INTERDEPT. TRANSF	800,000		800,000		333,500	333,500	800,000	1,133,500	
	2.00*	*	2.00*	2.00*	*	2.00*	*	*	*
REVOLVING FUND	1,086,818		1,086,818	1,086,818	40,318-	1,046,500	2,173,636	2,133,318	
CAPITAL INVESTMENT									
PLANS	1,856,000		1,856,000	1,855,000		1,855,000	3,711,000	3,711,000	
LAND ACQUISITION	1,000		1,000				1,000	1,000	
DESIGN	299,000		299,000				299,000	299,000	
CONSTRUCTION	2,040,000		2,040,000				2,040,000	2,040,000	
TOTAL CAPITAL COSTS	4,196,000		4,196,000	1,855,000		1,855,000	6,051,000	6,051,000	
BY MEANS OF FINANCING									
G.O. BONDS	4,196,000		4,196,000	1,855,000		1,855,000	6,051,000	6,051,000	
TOTAL POSITIONS	2.00*	*	2.00*	2.00*	*	2.00*			
TOTAL PROGRAM COST	7,711,758		7,711,758	2,941,818	1,835,161	4,776,979	10,653,576	12,488,737	17.23

**EXECUTIVE SUPPLEMENTAL BUDGET
(IN DOLLARS)**

REPORT S61-A
PAGE 97

PROGRAM ID: **BED-150**
PROGRAM STRUCTURE NO: **010701**
PROGRAM TITLE: **HAWAII COMMUNITY DEVELOPMENT AUTHORITY**

PROGRAM COSTS	FY 2010			FY 2011			BIENNIUM TOTALS		
	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING	2.00*	*	2.00*	2.00*	*	2.00*	*	*	*
PERSONAL SERVICES	732,608		732,608	436,818	40,318-	396,500	1,169,426	1,129,108	
OTH CURRENT EXPENSES	1,154,210		1,154,210	650,000		650,000	1,804,210	1,804,210	
TOTAL OPERATING COST	1,886,818		1,886,818	1,086,818	40,318-	1,046,500	2,973,636	2,933,318	1.36-
BY MEANS OF FINANCING									
	*	*	*	*	*	*	*	*	*
	*	*	*	*	*	*	*	*	*
INTERDEPT. TRANSF	800,000		800,000				800,000	800,000	
	2.00*	*	2.00*	2.00*	*	2.00*	*	*	*
REVOLVING FUND	1,086,818		1,086,818	1,086,818	40,318-	1,046,500	2,173,636	2,133,318	
CAPITAL INVESTMENT									
PLANS	1,856,000		1,856,000	1,855,000		1,855,000	3,711,000	3,711,000	
LAND ACQUISITION	1,000		1,000				1,000	1,000	
DESIGN	299,000		299,000				299,000	299,000	
CONSTRUCTION	2,040,000		2,040,000				2,040,000	2,040,000	
TOTAL CAPITAL COSTS	4,196,000		4,196,000	1,855,000		1,855,000	6,051,000	6,051,000	
BY MEANS OF FINANCING									
G.O. BONDS	4,196,000		4,196,000	1,855,000		1,855,000	6,051,000	6,051,000	
TOTAL POSITIONS	2.00*	*	2.00*	2.00*	*	2.00*			
TOTAL PROGRAM COST	6,082,818		6,082,818	2,941,818	40,318-	2,901,500	9,024,636	8,984,318	.45-

**Narrative for Supplemental Budget Requests
FY 2011**

Program ID: BED 150

Program Structure Level: 01 07 01

Program Title: Hawaii Community Development Authority

A. Program Objective

To implement a range of programs to bring Kakaako's vision of a mixed-use community to fruition. Programs include: 1) planning and implementation to upgrade infrastructure systems and related assessment activities; 2) planning and regulatory functions in the administration of the plan and rules; 3) development of public facilities; and 4) development of State lands.

B. Description of Request

Reduce revolving funds by \$40,318 to reflect furlough savings.

C. Reasons for Request

Adjustments due to furlough savings are to reduce costs in order to address the State's current budget shortfall.

D. Significant Changes to Measures of Effectiveness and Program Size

None.

PROGRAM ID: BED-151

PROGRAM STRUCTURE NO: 010702

PROGRAM TITLE: ALOHA TOWER DEVELOPMENT CORPORATION

EXECUTIVE SUPPLEMENTAL BUDGET
(IN DOLLARS)

REPORT S61-A

PAGE 98

PROGRAM COSTS	FY 2010			FY 2011			BIENNIUM TOTALS		
	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING	*	*	*	*	*	*	*	*	*
PERSONAL SERVICES	686,644		686,644		599,183	599,183	686,644	1,285,827	
OTH CURRENT EXPENSES	942,296		942,296		1,226,296	1,226,296	942,296	2,168,592	
EQUIPMENT					50,000	50,000		50,000	
TOTAL OPERATING COST	1,628,940		1,628,940		1,875,479	1,875,479	1,628,940	3,504,419	115.13
BY MEANS OF FINANCING									
SPECIAL FUND	1,628,940	*	1,628,940	*	1,541,979	1,541,979	1,628,940	3,170,919	*
INTERDEPT. TRANSF					333,500	333,500		333,500	
TOTAL POSITIONS	*	*	*	*	*	*			
TOTAL PROGRAM COST	1,628,940		1,628,940		1,875,479	1,875,479	1,628,940	3,504,419	115.13

**Narrative for Supplemental Budget Requests
FY 2011**

Program ID: BED 151

Program Structure Level: 01 07 02

Program Title: Aloha Tower Development Corporation

A. Program Objective

To enhance and strengthen Hawaii's economy by facilitating and providing redevelopment opportunities in the Aloha Tower Project Area and Complex for private capital investments as well as through the formation of public-private partnerships, and to encourage redevelopment to take place in an orderly and incremental fashion to create a "people place."

Implementation of the Harbors Modernization Plan, a partnership between the Aloha Tower Development Corporation (ATDC) and the Department of Transportation Harbors Division (DOT-Harbors), for expedited development of commercial harbor infrastructure statewide under a comprehensive plan.

B. Description of Request

1. Add 6.00 temporary positions and \$1,602,407 in special funds for ATDC.
2. Reduce special funds by \$60,928 to reflect furlough savings.
3. Add interdepartmental transfer funds of \$333,500 to transfer funds from DOT-Harbors for the Harbors Modernization Plan (HMP) operating budget.

C. Reasons for Request

1. Act 162, Session Laws of Hawaii (SLH) 2009 did not include a FY 11 operating budget appropriation for ATDC. It is imperative that ATDC's operating budget appropriation be included in the supplemental budget bill because ATDC continues to pursue its statutory missions and objectives under Chapter 206J-HRS. ATDC functions are outlined in its Strategic Plan and Development Plan Framework as well as implementation of the critical projects laid out in HMP. If the appropriation is not approved, the Aloha Tower Area will remain

underutilized and harbors modernization projects will not move forward, causing severe economic repercussions in the near future. ATDC is requesting for an expenditure appropriation for FY 11 in the amount of \$1,602,407. The revenue sources to cover for this request are: 1) \$1M in revenue from renting and leasing of retail spaces at Aloha Tower Market Place; 2) \$50K is revenue from the Investment Pool; 3) The remaining balance of \$572,407 is from Aloha Tower special fund account with an estimated balance of \$1,630,720 at the end of FY10.

2. Adjustments due to furlough savings are to reduce costs in order to address the State's current budget shortfall.
3. The Legislature adopted Act 200, SLH 2008, Harbor Modernization Plan (HMP). The purpose of the Act is to authorize the ATDC to partner with the DOT-Harbors to expedite the development of harbor infrastructure under a 8-year time period. Funds for operations of the program are proposed to be interdepartmental transfer funds to ATDC from DOT-Harbors. Operation funds cannot be utilized from revenue bond funding.

D. Significant Changes to Measures of Effectiveness and Program Size

None.

PROGRAM ID: BED-160

PROGRAM STRUCTURE NO: 0108

PROGRAM TITLE: HAWAII HOUSING FINANCE AND DEVELOPMENT CORP

EXECUTIVE SUPPLEMENTAL BUDGET
(IN DOLLARS)

REPORT S61-A

PAGE 99

PROGRAM COSTS	FY 2010			FY 2011			BIENNIUM TOTALS		
	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING	33.00*	*	33.00*	33.00*	-5.00*	28.00*	*	*	*
PERSONAL SERVICES	6,201,850		6,201,850	6,203,404	1,354,089-	4,849,315	12,405,254	11,051,165	
OTH CURRENT EXPENSES	77,707,657		77,707,657	44,420,467	26,432,046	70,852,513	122,128,124	148,560,170	
TOTAL OPERATING COST	83,909,507		83,909,507	50,623,871	25,077,957	75,701,828	134,533,378	159,611,335	18.64
BY MEANS OF FINANCING									
OTHER FED. FUNDS	3,000,000	*	3,000,000	3,000,000	6,677,735	9,677,735	6,000,000	12,677,735	*
TRUST FUNDS	51,923,698		51,923,698	21,923,698		21,923,698	73,847,396	73,847,396	
FEDERAL STIMULUS	21,059,965		21,059,965	17,772,775	19,754,311	37,527,086	38,832,740	58,587,051	
	33.00*	*	33.00*	33.00*	-5.00*	28.00*	*	*	*
REVOLVING FUND	7,925,844		7,925,844	7,927,398	1,354,089-	6,573,309	15,853,242	14,499,153	
CAPITAL INVESTMENT									
LAND ACQUISITION	6,500,000		6,500,000				6,500,000	6,500,000	
CONSTRUCTION	40,000,000	30,000,000-	10,000,000	10,000,000		10,000,000	50,000,000	20,000,000	
TOTAL CAPITAL COSTS	46,500,000	30,000,000-	16,500,000	10,000,000		10,000,000	56,500,000	26,500,000	53.10-
BY MEANS OF FINANCING									
G.O. BONDS	46,500,000	30,000,000-	16,500,000	10,000,000		10,000,000	56,500,000	26,500,000	
TOTAL POSITIONS	33.00*	*	33.00*	33.00*	-5.00*	28.00*			
TOTAL PROGRAM COST	130,409,507	30,000,000-	100,409,507	60,623,871	25,077,957	85,701,828	191,033,378	186,111,335	2.58-

**Narrative for Supplemental Budget Requests
FY 2011**

Program ID: BED 160

Program Structure Level: 01 08

Program Title: Hawaii Housing Finance and Development Corporation

A. Program Objective

The Hawaii Housing Finance and Development Corporation's (HHFDC) objective is to support economic growth by increasing the supply of workforce and affordable housing and preserving the existing inventory of affordable housing.

B. Description of Request

1. Delete 5.00 permanent and 8.00 temporary positions and \$906,535 in revolving funds to reflect the deletion of vacant positions.
2. Add \$45,552 in revolving funds to reflect adjustments due to layoffs.
3. Reduce revolving funds by \$493,106 to reflect furlough savings.
4. Reduce federal funds by \$15,385 to reflect other cost adjustment to meet 13.85% budget reduction.
5. Increase federal fund expenditure ceiling by \$6,693,120 to accommodate federal grant award for Neighborhood Stabilization Program (NSP).
6. Increase stimulus fund expenditure ceiling by \$19,754,311 for American Recovery and Reinvestment Act Section 1602 Tax Credit Exchange Program.

C. Reasons for Request

- 1-4. Deletion of the vacant positions and adjustments due to layoffs, furlough savings, and other cost adjustments are to reduce costs in order to address the State's current budget shortfall.
5. HHFDC requires an increase of expenditure authority in FY 2011 to ensure that it will be able to make program awards on schedule. The HHFDC was awarded \$19.6 million in federal NSP grant funds in 2009 to be expended over a four year period. Grant funds are sub-awarded via financing agreements for affordable

housing developments statewide, and eligible associated administrative expenses. HHFDC has entered into financing agreements with Hawaii County, Kauai County, and three nonprofit affordable housing developers. All sub-awardees were selected on a competitive basis in Procurement Office rules. Based on the current NSP expenditure plan, in the current biennium, HHFDC anticipates expenditures of \$11,535,292 in FY 2010 and \$6,693,120 in FY 2011.

- 1) HHFDC requires an increase of expenditure authority in FY 2011 to ensure that it will be able to make program awards in compliance with federal ARRA requirements. The HHFDC anticipated making available up to \$55,490,899 in Section 1602 project awards to eligible affordable rental housing projects. Based on project construction schedules, it is anticipated that grant awards draw downs will total \$37,527,086 in FY 2011, yet there is currently only \$17,772,775 budgeted for FY 2011. The requested adjustment of \$19,754,311 will allow HHFDC to maximize utilization of the remaining federal ARRA grant funds.

D. Significant Changes to Measures of Effectiveness and Program Size

None.

**EXECUTIVE SUPPLEMENTAL BUDGET
(IN DOLLARS)**

REPORT S61-A
PAGE 100

PROGRAM ID: **BED-**
PROGRAM STRUCTURE NO: **11**
PROGRAM TITLE: **GOVERNMENT-WIDE SUPPORT**

PROGRAM COSTS	FY 2010			FY 2011			BIENNIUM TOTALS		
	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING	43.00*	*	43.00*	43.00*	-10.00*	33.00*	*	*	*
PERSONAL SERVICES	3,583,231		3,583,231	3,583,231	766,125-	2,817,106	7,166,462	6,400,337	
OTH CURRENT EXPENSES	3,152,897		3,152,897	3,152,897	12,645-	3,140,252	6,305,794	6,293,149	
TOTAL OPERATING COST	6,736,128		6,736,128	6,736,128	778,770-	5,957,358	13,472,256	12,693,486	5.78-
BY MEANS OF FINANCING									
GENERAL FUND	39.00*	*	39.00*	39.00*	-11.00*	28.00*	*	*	*
	3,189,318		3,189,318	3,189,318	846,513-	2,342,805	6,378,636	5,532,123	
	4.00*	*	4.00*	4.00*	1.00*	5.00*	*	*	*
OTHER FED. FUNDS	2,546,810		2,546,810	2,546,810	67,743	2,614,553	5,093,620	5,161,363	
	*	*	*	*	*	*	*	*	*
REVOLVING FUND	1,000,000		1,000,000	1,000,000		1,000,000	2,000,000	2,000,000	
TOTAL POSITIONS	43.00*	*	43.00*	43.00*	-10.00*	33.00*			
TOTAL PROGRAM COST	6,736,128		6,736,128	6,736,128	778,770-	5,957,358	13,472,256	12,693,486	5.78-

**EXECUTIVE SUPPLEMENTAL BUDGET
(IN DOLLARS)**

REPORT S61-A
PAGE 101

PROGRAM ID: **BED-**
PROGRAM STRUCTURE NO: **1101**
PROGRAM TITLE: **EXEC DIRECTN, COORD, & POLICY DEVELOPMENT**

PROGRAM COSTS	FY 2010			FY 2011			BIENNIUM TOTALS		
	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING	43.00*	*	43.00*	43.00*	-10.00*	33.00*	*	*	*
PERSONAL SERVICES	3,583,231		3,583,231	3,583,231	766,125-	2,817,106	7,166,462	6,400,337	
OTH CURRENT EXPENSES	3,152,897		3,152,897	3,152,897	12,645-	3,140,252	6,305,794	6,293,149	
TOTAL OPERATING COST	6,736,128		6,736,128	6,736,128	778,770-	5,957,358	13,472,256	12,693,486	5.78-
BY MEANS OF FINANCING									
GENERAL FUND	39.00*	*	39.00*	39.00*	-11.00*	28.00*	*	*	*
	3,189,318		3,189,318	3,189,318	846,513-	2,342,805	6,378,636	5,532,123	
OTHER FED. FUNDS	4.00*	*	4.00*	4.00*	1.00*	5.00*	*	*	*
	2,546,810		2,546,810	2,546,810	67,743	2,614,553	5,093,620	5,161,363	
REVOLVING FUND	*	*	*	*	*	*	*	*	*
	1,000,000		1,000,000	1,000,000		1,000,000	2,000,000	2,000,000	
TOTAL POSITIONS	43.00*	*	43.00*	43.00*	-10.00*	33.00*			
TOTAL PROGRAM COST	6,736,128		6,736,128	6,736,128	778,770-	5,957,358	13,472,256	12,693,486	5.78-

PROGRAM ID: **BED-**
PROGRAM STRUCTURE NO: **110103**
PROGRAM TITLE: **POLICY DEVELOPMENT & COORDINATION**

**EXECUTIVE SUPPLEMENTAL BUDGET
(IN DOLLARS)**

REPORT S61-A
PAGE 102

PROGRAM COSTS	FY 2010			FY 2011			BIENNIUM TOTALS		
	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING	43.00*	*	43.00*	43.00*	-10.00*	33.00*	*	*	*
PERSONAL SERVICES	3,583,231		3,583,231	3,583,231	766,125-	2,817,106	7,166,462	6,400,337	
OTH CURRENT EXPENSES	3,152,897		3,152,897	3,152,897	12,645-	3,140,252	6,305,794	6,293,149	
TOTAL OPERATING COST	6,736,128		6,736,128	6,736,128	778,770-	5,957,358	13,472,256	12,693,486	5.78-
BY MEANS OF FINANCING									
GENERAL FUND	39.00*	*	39.00*	39.00*	-11.00*	28.00*	*	*	*
	3,189,318		3,189,318	3,189,318	846,513-	2,342,805	6,378,636	5,532,123	
OTHER FED. FUNDS	4.00*	*	4.00*	4.00*	1.00*	5.00*	*	*	*
	2,546,810		2,546,810	2,546,810	67,743	2,614,553	5,093,620	5,161,363	
REVOLVING FUND	*	*	*	*	*	*	*	*	*
	1,000,000		1,000,000	1,000,000		1,000,000	2,000,000	2,000,000	
TOTAL POSITIONS	43.00*	*	43.00*	43.00*	-10.00*	33.00*			
TOTAL PROGRAM COST	6,736,128		6,736,128	6,736,128	778,770-	5,957,358	13,472,256	12,693,486	5.78-

**EXECUTIVE SUPPLEMENTAL BUDGET
(IN DOLLARS)**

REPORT S61-A
PAGE 103

PROGRAM ID: **BED-144**
PROGRAM STRUCTURE NO: **11010302**
PROGRAM TITLE: **STATEWIDE PLANNING & COORDINATION**

PROGRAM COSTS	FY 2010			FY 2011			BIENNIUM TOTALS		
	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING	20.00*	*	20.00*	20.00*	-5.00*	15.00*	*	*	*
PERSONAL SERVICES	2,142,396		2,142,396	2,142,396	416,900-	1,725,496	4,284,792	3,867,892	
OTH CURRENT EXPENSES	2,962,085		2,962,085	2,962,085	12,645-	2,949,440	5,924,170	5,911,525	
TOTAL OPERATING COST	5,104,481		5,104,481	5,104,481	429,545-	4,674,936	10,208,962	9,779,417	4.21-
=====									
BY MEANS OF FINANCING	16.00*	*	16.00*	16.00*	-6.00*	10.00*	*	*	*
GENERAL FUND	1,557,671		1,557,671	1,557,671	497,288-	1,060,383	3,115,342	2,618,054	
	4.00*	*	4.00*	4.00*	1.00*	5.00*	*	*	*
OTHER FED. FUNDS	2,546,810		2,546,810	2,546,810	67,743	2,614,553	5,093,620	5,161,363	
REVOLVING FUND	1,000,000		1,000,000	1,000,000		1,000,000	2,000,000	2,000,000	
TOTAL POSITIONS	20.00*	*	20.00*	20.00*	-5.00*	15.00*			
TOTAL PROGRAM COST	5,104,481		5,104,481	5,104,481	429,545-	4,674,936	10,208,962	9,779,417	4.21-
=====									

**Narrative for Supplemental Budget Requests
FY 2011**

Program ID: BED 144
Program Structure Level: 11 01 03 02
Program Title: Statewide Planning & Coordination

A. Program Objective

To enhance the efficiency and effectiveness of State programs by maintaining a comprehensive statewide planning process, through the development of a policy planning and implementation framework; by undertaking comprehensive land use and coastal zone planning, management, and implementation; by facilitating intergovernmental planning coordination and cooperation; and by undertaking strategic and regional planning to address areas of critical State concerns related to social, economic or physical conditions and administering the statewide geographic information system.

B. Description of Request

1. Delete 1.00 temporary vacant position and \$32,424 in general funds to reflect the deletion of vacant positions.
2. Delete 5.00 permanent positions and \$278,724 in general funds and add \$35,998 in federal funds to reflect adjustments due to layoffs.
3. Reduce general funds by \$87,944 and federal funds by \$90,178 to reflect furlough savings.
4. Reduce federal funds by \$12,645 to reflect other cost adjustment to meet 13.85% budget reduction.
5. Request to change means of financing for 1.00 permanent position and \$98,196 in general funds to 1.00 permanent position and \$134,568 in federal funds. Net request of \$122,147 includes federal fund salary of \$134,568 less furlough savings of \$12,421.

C. Reasons for Request

- 1-4. Deletion of the vacant position and adjustments due to layoffs, furlough savings, and other cost adjustments are to reduce costs in order to address the State's current budget shortfall.
5. Change position funding from general funds to federal funds.

D. Significant Changes to Measures of Effectiveness and Program Size

None.

**EXECUTIVE SUPPLEMENTAL BUDGET
(IN DOLLARS)**

REPORT S61-A
PAGE 104

PROGRAM ID: **BED-103**
PROGRAM STRUCTURE NO: **11010303**
PROGRAM TITLE: **STATEWIDE LAND USE MANAGEMENT**

PROGRAM COSTS	FY 2010			FY 2011			BIENNIUM TOTALS		
	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING	6.00*	*	6.00*	6.00*	-1.00*	5.00*	*	*	*
PERSONAL SERVICES	361,535		361,535	361,535	55,939-	305,596	723,070	667,131	
OTH CURRENT EXPENSES	144,667		144,667	144,667		144,667	289,334	289,334	
TOTAL OPERATING COST	506,202		506,202	506,202	55,939-	450,263	1,012,404	956,465	5.53-
BY MEANS OF FINANCING									
GENERAL FUND	6.00*	*	6.00*	6.00*	-1.00*	5.00*	*	*	*
	506,202		506,202	506,202	55,939-	450,263	1,012,404	956,465	
TOTAL POSITIONS	6.00*	*	6.00*	6.00*	-1.00*	5.00*			
TOTAL PROGRAM COST	506,202		506,202	506,202	55,939-	450,263	1,012,404	956,465	5.53-

**Narrative for Supplemental Budget Requests
FY 2011**

Program ID: BED 103
Program Structure Level: 01 03 03
Program Title: Statewide Land Use Management

A. Program Objective

To preserve, protect, and encourage the development and preservation of lands in the State for those uses to which they are best suited in the interest of public health and welfare of the people of the State of Hawaii through the implementation of the State Land Use Law, Chapter 205, Hawaii Revised Statutes (HRS), as amended.

B. Description of Request

- 1) Delete 1.00 permanent vacant position and \$41,010 in general funds to reflect the deletion of vacant positions.
- 2) Add \$16,176 in general funds to reflect adjustments due to the net effect of layoffs.
- 3) Reduce general funds by \$31,075 to reflect furlough savings.

C. Reasons for Request

Deletion of the vacant position and adjustments due to the net effect of layoffs and furlough savings are to reduce costs in order to address the State's current budget shortfall.

D. Significant Changes to Measures of Effectiveness and Program Size

None.

**EXECUTIVE SUPPLEMENTAL BUDGET
(IN DOLLARS)**

PROGRAM ID: **BED-130**
 PROGRAM STRUCTURE NO: **11010304**
 PROGRAM TITLE: **ECONOMIC PLANNING & RESEARCH**

REPORT S61-A
 PAGE 105

PROGRAM COSTS	FY 2010			FY 2011			BIENNIUM TOTALS		
	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING	17.00*	*	17.00*	17.00*	-4.00*	13.00*	*	*	*
PERSONAL SERVICES	1,079,300		1,079,300	1,079,300	293,286-	786,014	2,158,600	1,865,314	
OTH CURRENT EXPENSES	46,145		46,145	46,145		46,145	92,290	92,290	
TOTAL OPERATING COST	1,125,445		1,125,445	1,125,445	293,286-	832,159	2,250,890	1,957,604	13.03-
BY MEANS OF FINANCING									
GENERAL FUND	17.00*	*	17.00*	17.00*	-4.00*	13.00*	*	*	*
	1,125,445		1,125,445	1,125,445	293,286-	832,159	2,250,890	1,957,604	
	*	*	*	*	*	*	*	*	*
TOTAL POSITIONS	17.00*	*	17.00*	17.00*	-4.00*	13.00*			
TOTAL PROGRAM COST	1,125,445		1,125,445	1,125,445	293,286-	832,159	2,250,890	1,957,604	13.03-

**Narrative for Supplemental Budget Requests
FY 2011**

Program ID: BED 130
Program Structure Level: 11 01 03 04
Program Title: Economic Planning and Research

A. Program Objective

To enhance and contribute to the economic planning and development of the State by providing analyses, forecasts and policy recommendations; conducting and reporting on basic research into the State's economy, compiling and publishing data on tourism, business activity, the economy, and demographic characteristics; and maintaining a statewide statistical reporting system.

B. Description of Request

1. Delete 4.00 permanent positions and \$293,286 in general funds to reflect adjustments due to layoffs.
2. Reduce general funds by \$79,926 to reflect furlough savings.

C. Reasons for Request

Adjustments due to layoffs and furlough savings are to reduce costs in order to address the State's current budget shortfall.

D. Significant Changes to Measures of Effectiveness and Program Size

As a consequence of request, program will be reduced by four full-time equivalent (FTE) positions.



Capital Budget Details

REQUIRED CAPITAL APPROPRIATIONS - BY CAPITAL PROJECT

PROGRAM ID **BED-150**
 PROGRAM STRUCTURE NO. **010701**
 PROGRAM TITLE **HAWAII COMMUNITY DEVELOPMENT AUTHORITY**

REPORT S78
 PAGE 7

PROJECT NUMBER	PRIORITY NUMBER	LOCATION	PROJECT TITLE	COST ELEMENT/MOF	FY 2010		RECOM APPRN	FY 2011		RECOM APPRN
					CURRENT APPRN	ADJUSTMENT		CURRENT APPRN	ADJUSTMENT	
A-013		12TH R	CULTURAL PUBLIC MARKET, OAHU							
				PLANS		1	1			
				LAND		1	1			
				DESIGN		299	299			
				CONSTRUCTION		2,000	2,000			
				TOTAL		2,301	2,301			
				G.O. BONDS		2,301	2,301			
A-015		12TH R	KEWALO BASIN, OAHU							
				CONSTRUCTION		40	40			
				TOTAL		40	40			
				G.O. BONDS		40	40			
HCD001		12TH R	HAWAII COMMUNITY DEVELOPMENT AUTHORITY'S COMMUNITY DEVELOPMENT DISTRICTS, OAHU							
				PLANS	1,855		1,855	1,855		1,855
				LAND						
				DESIGN						
				CONSTRUCTION						
				TOTAL	1,855		1,855	1,855		1,855
				GENERAL FUND						
				G.O. BONDS	1,855		1,855	1,855		1,855

REQUIRED CAPITAL APPROPRIATIONS - BY CAPITAL PROJECT

PROGRAM ID **BED-150**
 PROGRAM STRUCTURE NO. **010701**
 PROGRAM TITLE **HAWAII COMMUNITY DEVELOPMENT AUTHORITY**

REPORT S78
 PAGE 8

PROJECT NUMBER	PRIORITY NUMBER	LOCATION	PROJECT TITLE	COST ELEMENT/MOF	FY 2010		RECOM APPRN	FY 2011		RECOM APPRN
					CURRENT APPRN	ADJUSTMENT		CURRENT APPRN	ADJUSTMENT	
<hr/>										
P90004			CULTURAL PUBLIC MARKET, OAHU							
			PLANS		1	1-				
			LAND		1	1-				
			DESIGN		299	299-				
			CONSTRUCTION		2,000	2,000-				
			TOTAL		2,301	2,301-				
			G.O. BONDS		2,301	2,301-				
<hr/>										
P90005			KEWALO BASIN, OAHU							
			CONSTRUCTION		40	40-				
			TOTAL		40	40-				
			G.O. BONDS		40	40-				
<hr/>										
			PROGRAM TOTALS							
			PLANS		1,856		1,856	1,855		1,855
			LAND		1		1			
			DESIGN		299		299			
			CONSTRUCTION		2,040		2,040			
			EQUIPMENT							
			TOTAL		4,196		4,196	1,855		1,855
			GENERAL FUND							
			G.O. BONDS		4,196		4,196	1,855		1,855
			REVENUE BONDS							
			OTHER FED. FUNDS							
			REVOLVING FUND							
<hr/>										

REQUIRED CAPITAL APPROPRIATIONS - BY CAPITAL PROJECT

PROGRAM ID **BED-160**
 PROGRAM STRUCTURE NO. **0108**
 PROGRAM TITLE **HAWAII HOUSING FINANCE AND DEVELOPMENT C**

REPORT S78
 PAGE 9

PROJECT NUMBER	PRIORITY NUMBER	LOCATION	PROJECT TITLE	COST ELEMENT/MOF	FY 2010		RECOM APPRN	FY 2011		RECOM APPRN
					CURRENT APPRN	ADJUSTMENT		CURRENT APPRN	ADJUSTMENT	
<hr/>										
HFDC04			RENTAL HOUSING TRUST FUND INFUSION, STATEWIDE							
				CONSTRUCTION	30,000	30,000-				
				TOTAL	30,000	30,000-				
				G.O. BONDS	30,000	30,000-				
<hr/>										
HFDC05			DWELLING UNIT REVOLVING FUND, STATEWIDE							
				CONSTRUCTION	10,000		10,000	10,000		10,000
				TOTAL	10,000		10,000	10,000		10,000
				G.O. BONDS	10,000		10,000	10,000		10,000
<hr/>										
P90006		12TH R	RENTAL APARTMENT COMPLEX, KAKAAKO, OAHU							
				LAND	6,500		6,500			
				TOTAL	6,500		6,500			
				G.O. BONDS	6,500		6,500			
<hr/>										
			PROGRAM TOTALS							
				LAND DESIGN CONSTRUCTION	6,500 40,000	 30,000-	6,500 10,000	 10,000		10,000
				TOTAL	46,500	30,000-	16,500	10,000		10,000
				G.O. BONDS REVOLVING FUND	46,500	30,000-	16,500	10,000		10,000
<hr/>										